

# URPC Meeting

August 8, 2019

# 2019-20 CSU Budget Requests & Final CA Allocations

<b>Recurring Sources of Funds</b>	<b>Request</b>	<b>Final Budget</b>
• State General Fund	\$456.0	\$332.8
• Tuition Revenue Enrollment Growth (est.)	98.3	46.2
<b>Total Incremental Recurring Sources of Funds</b>	<b>\$554.3</b>	<b>\$379.0</b>

<b>Recurring Uses of Funds</b>	<b>Request</b>	<b>Final Budget</b>
• Graduation Initiative 2025	\$75.0	\$45.0
• Compensation	147.8	147.8
• Enrollment Growth	(5%) 206.1	(2.7%) 131.2
• Academic Facilities & Infrastructure	80.0	-
• Mandatory Costs	45.4	45.2
• Rapid Rehousing	-	6.5
• Project Rebound	-	3.3
<b>Total Incremental Recurring Uses of Funds</b>	<b>\$554.3</b>	<b>\$379.0</b>

<b>One-Time Sources of Funds</b>	<b>Request</b>	<b>Final Budget</b>
• State General Fund	\$265.0	\$309.7
• State Mental Health Services Fund (Prop. 63)	-	3.0
<b>Total Incremental One-Time Sources of Funds</b>	<b>\$265.0</b>	<b>\$312.7</b>

<b>One-Time Uses of Funds</b>	<b>Request</b>	<b>Final Budget</b>
• Deferred Maintenance Backlog	\$250.0	\$239.0
• Basic Needs Partnerships	15.0	15.0
• Graduation Initiative 2025	-	30.0
• Summer Term Financial Aid	-	6.0
• New Child Development Center at CSUCI	-	5.0
• Review of Potential New Campuses	-	4.0
• CSU Center to Closer K-12 Achievement Gaps	-	3.0
• Speech & Language Pathology Graduate Program Enrollment Growth	-	3.0
• Student Mental Health	-	3.0
• CSU Council on Ocean Affairs, Science & Tech	-	3.0
• Foster Youth Program, CSU Sacramento	-	0.7
• Mervyn Dymally Institute at CSUDH	-	0.7
• Mixed-Use Housing Project at SJSU	-	0.3
<b>Total Incremental One-Time Uses of Funds</b>	<b>\$265.0</b>	<b>\$312.7</b>

# 2019-20 Ongoing State Appropriation to HSU

<b>Ongoing State Appropriation Funding</b>	<b>Preliminary Campus Planning</b>	<b>Final Budget Memo</b>	<b>Change</b>
<b>2018-19 State Appropriation</b>	<b>85,517,210</b>	<b>85,517,210</b>	<b>-</b>
<b>Revisions to 2018-19 Allocations (Retirement for 19-20)</b>	<b>572,000</b>	<b>572,000</b>	<b>-</b>
<b>New 2019-20 Allocations</b>		<b>-</b>	<b>-</b>
Compensation & Minimum Wage Funding	3,590,000	3,590,000	-
Retirement Above State Funding	90,000	202,000	112,000
Health Funding	182,000	182,000	-
New Space & AUL Changes Funding	94,000	121,000	27,000
Graduation Initiative 2025 Funding	1,141,000	1,141,000	-
Campus Program Funding - Nursing		80,000	80,000
2019-20 SUG Adjustment Offset (SUG reduced to 95%)	(685,300)	(685,300)	-
<b>Subtotal New 2019-20 Allocations</b>	<b>4,411,700</b>	<b>4,630,700</b>	<b>219,000</b>
<b>2019-20 State Appropriation</b>	<b>90,500,910</b>	<b>90,719,910</b>	<b>219,000</b>

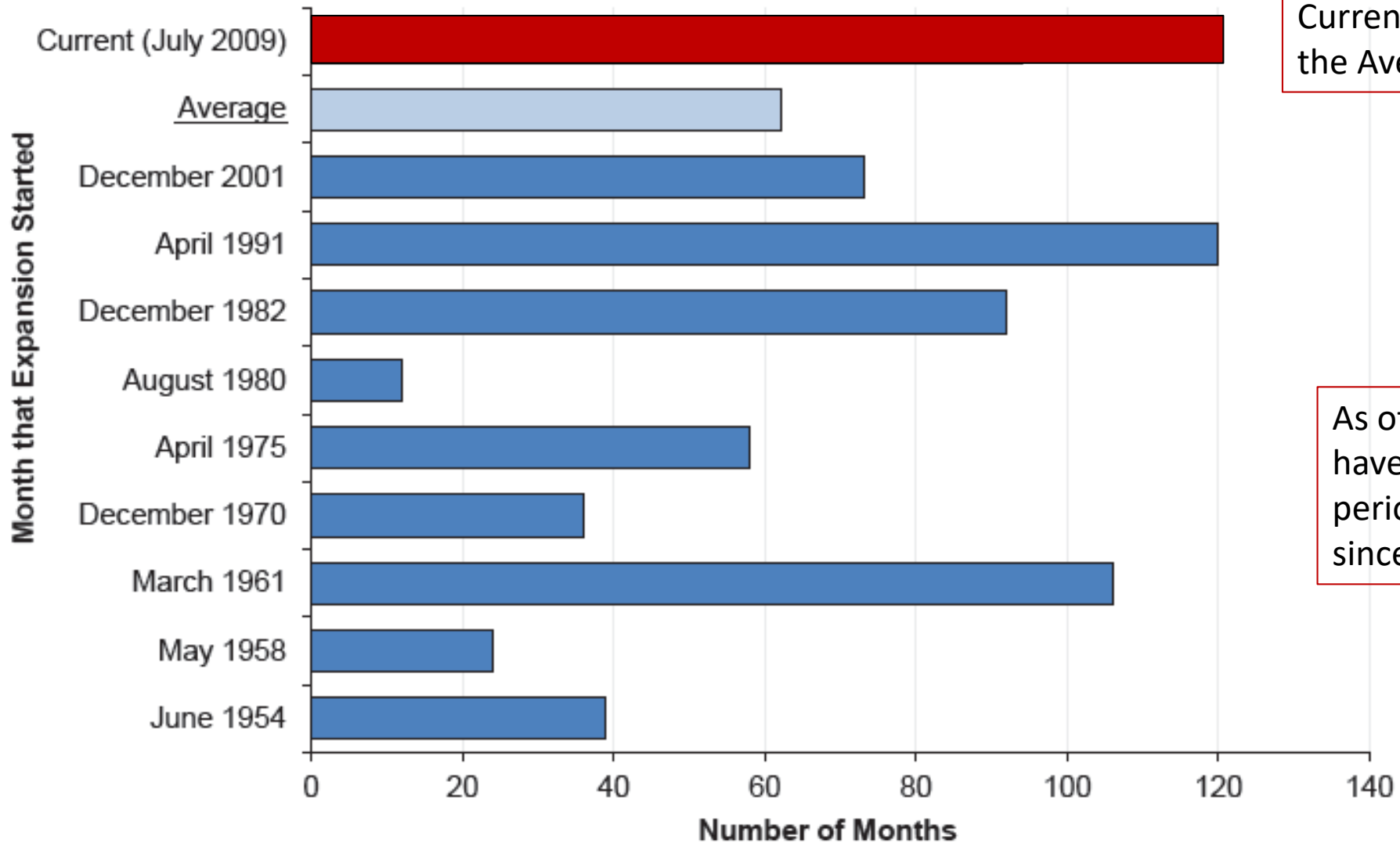
All New  
Funding  
Earmarked

# 2019-20 One-Time State Appropriations to HSU

<b>One-Time State Appropriation Funding</b>	<b>Preliminary Campus Planning</b>	<b>Final CSU Budget Memo</b>
Graduation Initiative 2025	-	604,000
Enrollment Funding	-	1,000,000
Math & Science Teacher Initiative (supplemental Funding)	-	55,000
<b>Total One-Time Funding</b>	<b>-</b>	<b>1,659,000</b>
<b>Deferred Maintenance Funding</b>		<b>13,600,000</b>

# Looking Ahead...Economic Outlook

## *Historical Recovery Trends:*



Current Recovery Is Twice the Average Length

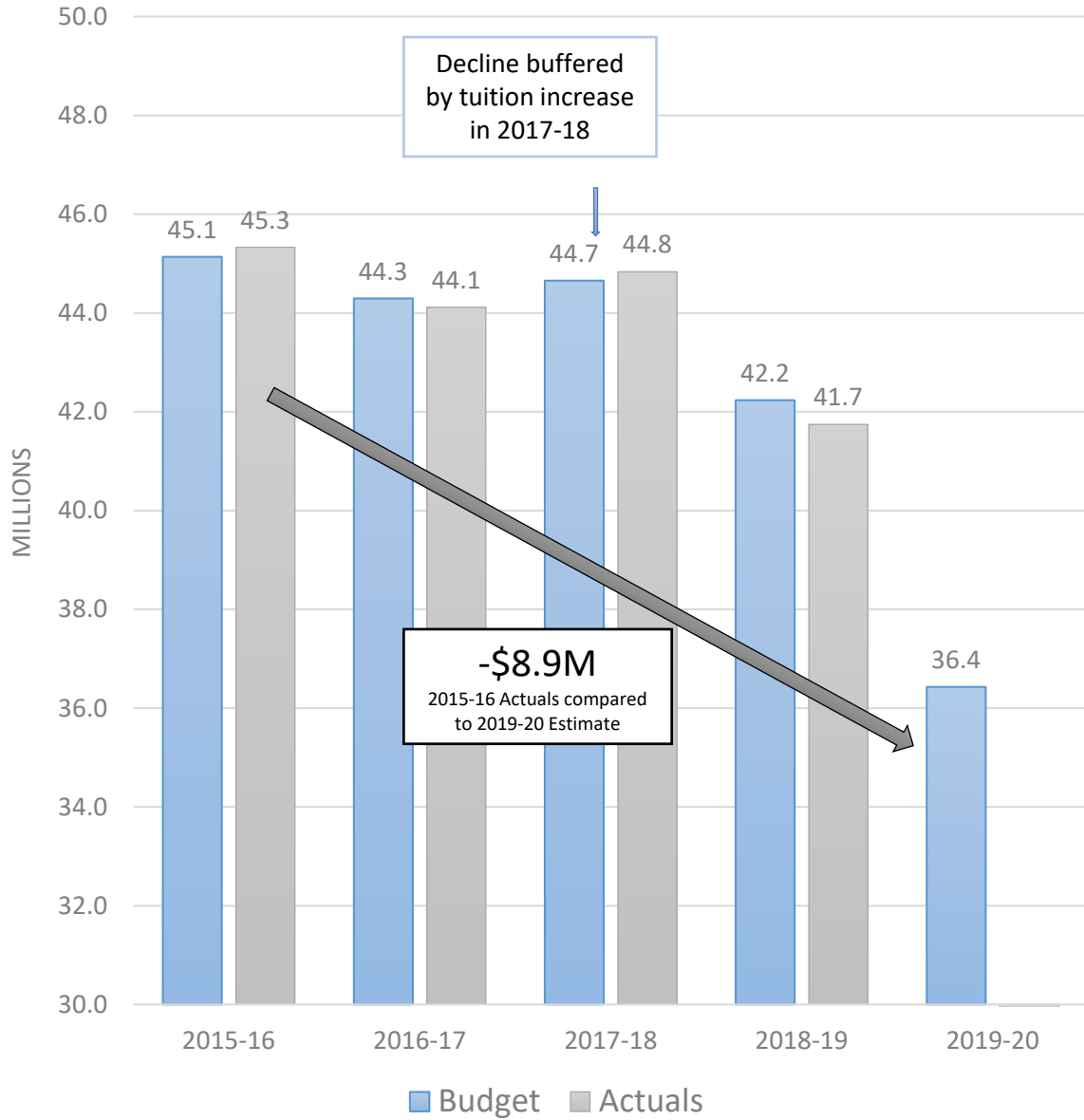
As of July 2019, will have exceeded longest period of recovery since World War 2

Source: 2017-18 Governor's May Revision (updated), 2018-19 Governor's Budget

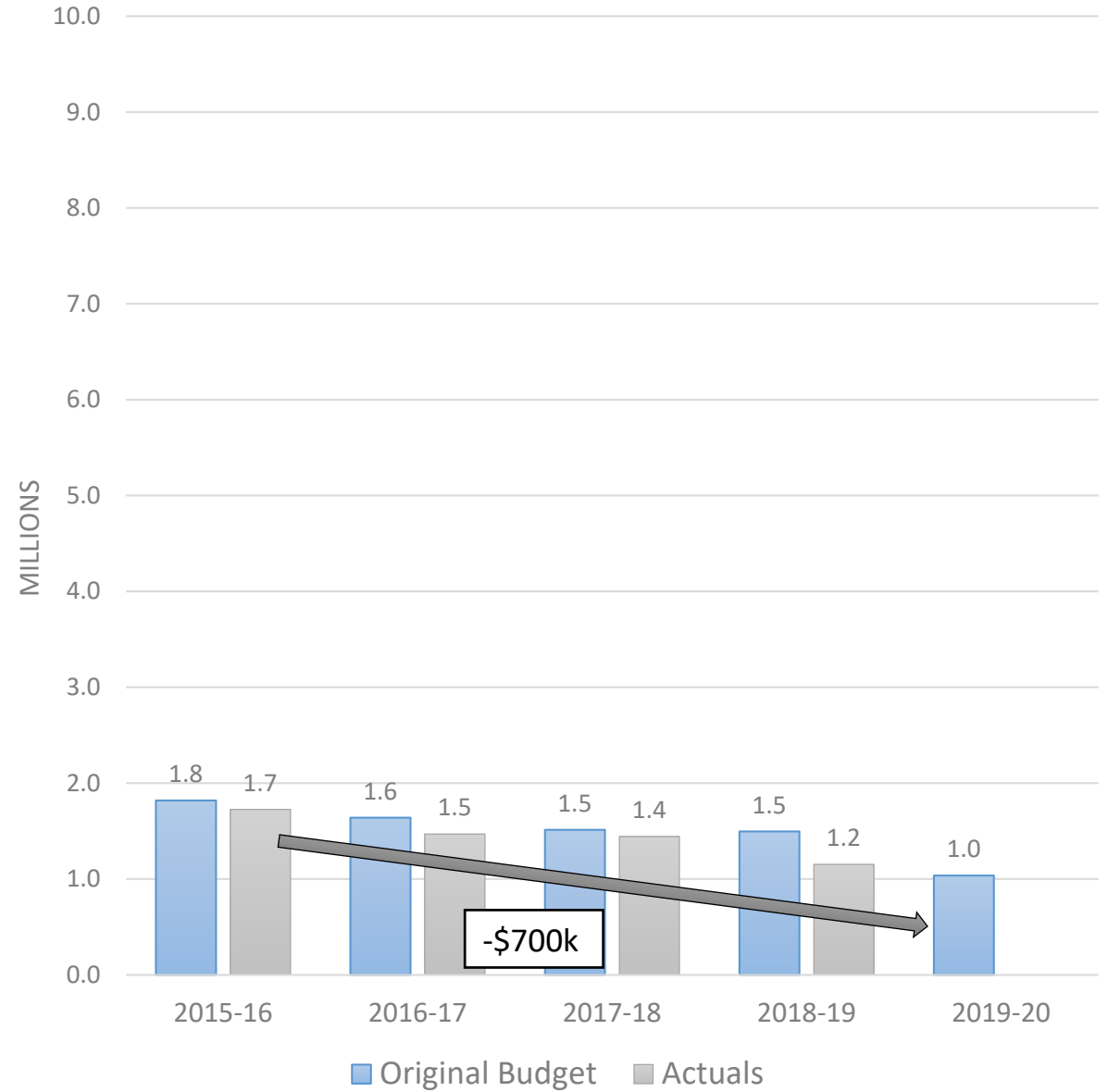
# Enrollment and State Tuition

<b>ENROLLMENT</b>	Budget 2018-19	Actual 2018-19	PRELIM 19-20	FINAL 19-20 @ -13%
Fall Headcount	7,840	7,774	7,311	6,763
Annualized Headcount (fall+spr)/2	7,540	7,407	7,021	6,491
Annualized Resident FTES	6,800	6,678	6,320	5,822
<i>Shortfall from CSU Resident FTES Target of 7,603</i>	<i>(803)</i>	<i>(925)</i>	<i>(1,283)</i>	<i>(1,781)</i>
<i>% off from CSU Resident FTES Target</i>	<i>-11%</i>	<i>-12%</i>	<i>-17%</i>	<i>-23%</i>
WUE FTES	220	275	220	220
Out-of-State FTES	90	71	70	70
International FTES	55	35	30	30
Annualized Total FTES	7,165	7,059	6,640	6,142
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	Budget 2018-19	Actual 2018-19	PRELIM 19-20	FINAL 19-20 @ -13%
<b>State Tuition</b>	42,236,000	41,745,000	39,356,000	36,431,000
	<i>change from prelim Budget Proposal</i>			<i>(2,925,000)</i>
	<i>change from 2018-19 Budget</i>			<i>(5,805,000)</i>

## State Tuition Revenue

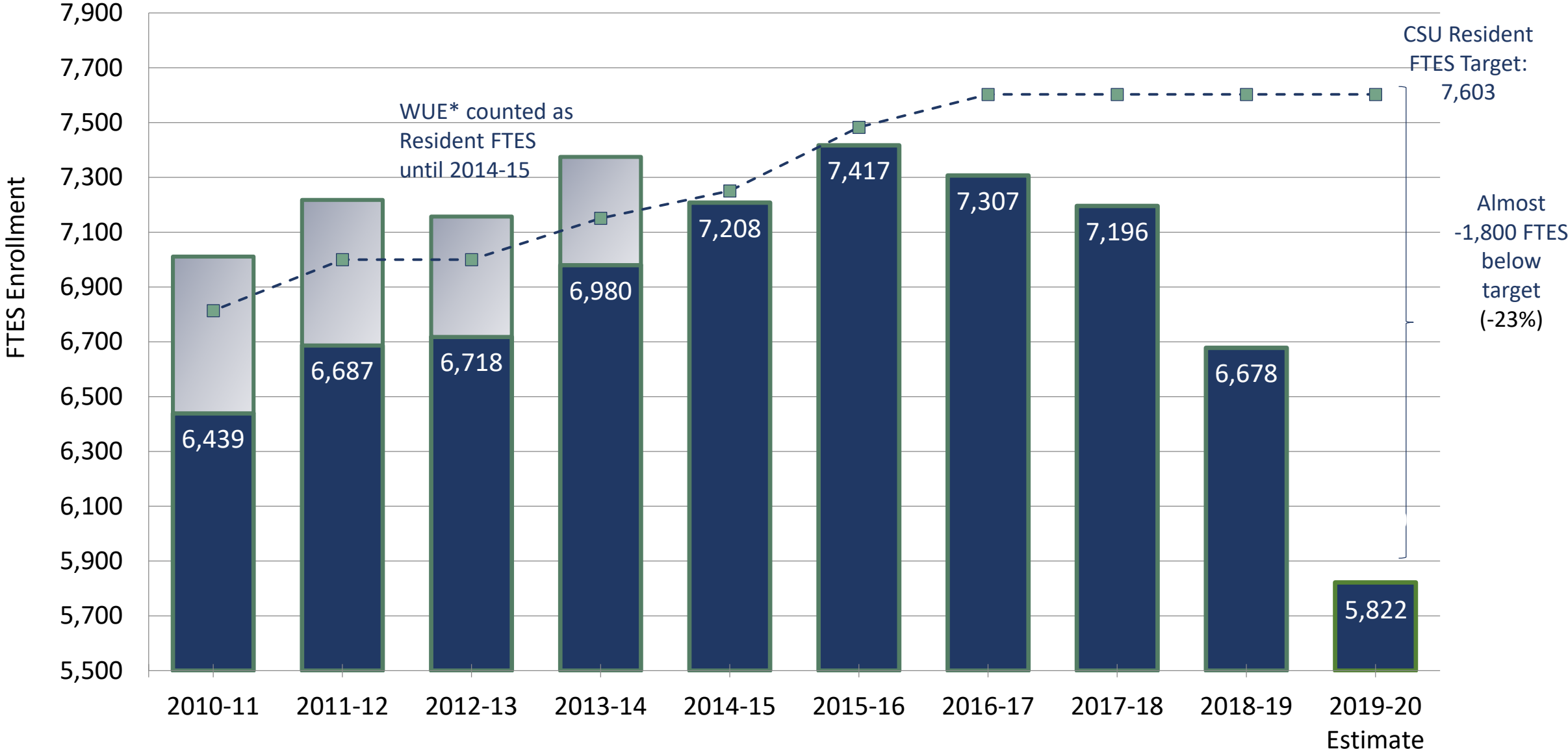


## Non-Resident Tuition Revenue





# Annual Resident FTES Trends



\*WUE: Western Undergraduate Exchange

Sources: HSU IE Website, CSU Budget Website

# Operating Fund Roll Forward Guidelines

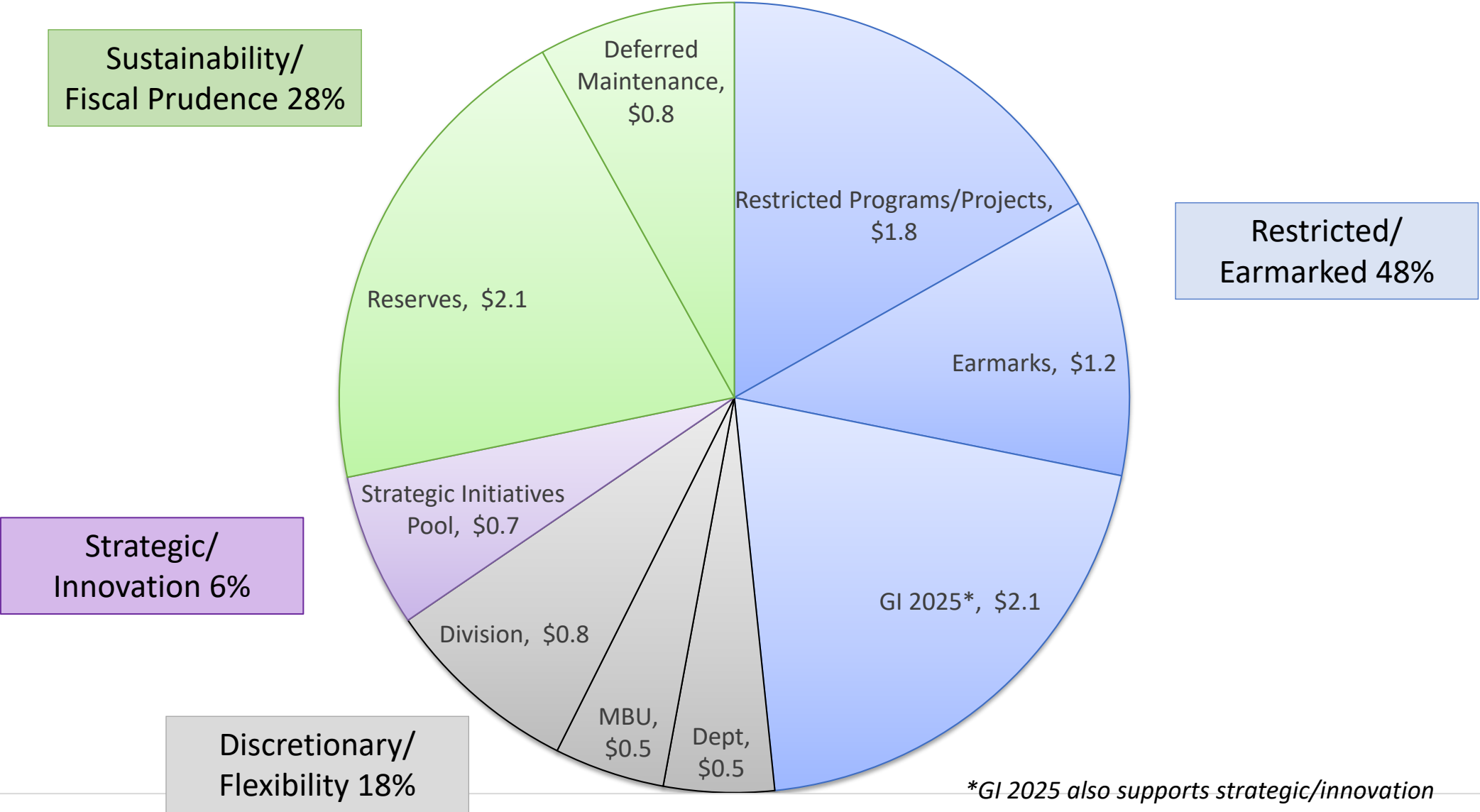
**Roll Forward:** Unspent budget balances at the end of each fiscal year

**Roll Forward Budgets:** One-time budget allocations that annually augment the University's ongoing base budget

## **Highlights of the Guidelines:**

- Strategic Investment: Earmarks funding for a strategic initiatives pool, deferred maintenance, and reserves
- Transparency: defines how roll forward budgets will be redistributed and establishes annual reporting
- Accountability: if departments overspend their budget – the entire negative balance will roll forward within the department
- Flexibility at each Level: Departments keep 40% and MBUs keep 40% of unspent Operating Expenses (non-personnel) budgets; Divisions are allocated 20% of overall unrestricted balances
- *New approval step: To utilize anticipated salary savings for operating expense activities → approval must be obtained from the VP beforehand and a budget transfer posted to reflect revised spending plan*

2018-19 Unspent Budget Balances (One-Time "Roll Forward" Funding): \$10.4 million



### 2018-19 Unspent Budget Balances (One-Time "Roll Forward" Funding): \$10.4 million

